

Indirect Support Services

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	FY 2005 Gov Rec
BY FUND CATEGORY					
General	13,217,100	16,653,200	16,370,300	16,739,500	16,461,900
Dedicated	3,305,600	3,045,000	1,166,400	501,300	501,300
Federal	15,261,500	26,588,500	22,681,000	22,994,100	22,753,800
Total:	31,784,200	46,286,700	40,217,700	40,234,900	39,717,000
Percent Change:		45.6%	(13.1%)	0.0%	(1.2%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	13,435,700	17,690,600	17,472,500	17,643,000	17,805,600
Operating Expenditures	18,298,300	27,572,000	22,745,200	22,363,800	21,911,400
Capital Outlay	50,200	1,024,100	0	228,100	0
Total:	31,784,200	46,286,700	40,217,700	40,234,900	39,717,000
Full-Time Positions (FTP)	235.80	319.82	211.82	297.83	297.83

Division Description

Indirect Support provides administrative functions for the Department of Health and Welfare. The Office of the Director provides central policy direction. Regional directors direct day-to-day activities throughout the state. The Office of Legal Services provides legal advice, monitoring and litigation services. The Division of Management Services manages the budget cash flow, controls the accounting and reporting process, performs internal reviews, manages physical assets, and processes all personnel actions. The Division of Information Systems plans and operates all data processing activities. Finally, the Division of Human Resource Services includes civil rights, workforce development, recruitment, process and system research, and employee relations.

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Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2004 Original Appropriation	211.82	16,370,300	40,217,700	211.82	16,370,300	40,217,700
Reappropriations	0.00	0	2,295,100	0.00	0	2,295,100
Other Approp Adjustments	0.00	0	0	0.00	0	0
FY 2004 Total Appropriation	211.82	16,370,300	42,512,800	211.82	16,370,300	42,512,800
Non-Cognizable Funds and Transfers	86.01	1,321,800	13,268,400	86.01	1,321,800	13,268,400
FY 2004 Estimated Expenditures	297.83	17,692,100	55,781,200	297.83	17,692,100	55,781,200
Removal of One-Time Expenditures	0.00	0	(14,906,800)	0.00	0	(14,906,800)
Base Adjustments	0.00	(1,300,000)	(1,300,000)	0.00	(1,300,000)	(1,300,000)
FY 2005 Base	297.83	16,392,100	39,574,400	297.83	16,392,100	39,574,400
Personnel Cost Rollups	0.00	218,600	397,500	0.00	218,600	397,500
Inflationary Adjustments	0.00	235,200	427,600	0.00	0	0
Replacement Items	0.00	118,200	228,100	0.00	0	0
Nonstandard Adjustments	0.00	(312,000)	(551,500)	0.00	(325,700)	(576,300)
Change in Employee Compensation	0.00	87,400	158,800	0.00	176,900	321,400
FY 2005 Total	297.83	16,739,500	40,234,900	297.83	16,461,900	39,717,000
Change from Original Appropriation	86.01	369,200	17,200	86.01	91,600	(500,700)
% Change from Original Appropriation		2.3%	0.0%		0.6%	(1.2%)

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation	211.82	16,370,300	1,166,400	22,681,000	40,217,700

Reappropriations

Reappropriation authority--otherwise known as 'carry over'--allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. 'Carry over' requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.

Agency Request	0.00	0	2,295,100	0	2,295,100
Governor's Recommendation	0.00	0	2,295,100	0	2,295,100

Other Approp Adjustments

Realigns FTP between fund sources for future reporting purposes.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FY 2004 Total Appropriation					
Agency Request	211.82	16,370,300	3,461,500	22,681,000	42,512,800
Governor's Recommendation	211.82	16,370,300	3,461,500	22,681,000	42,512,800

Non-Cognizable Funds and Transfers

FTP ADJUSTMENTS: Last session, the legislature eliminated 100 unfunded vacant positions in the department with the total reduction preliminarily taken from Indirect Support Services. Of this number, 85.01 FTP have subsequently been removed from other programs within the department which increases the FTP count in this division by a like amount. In addition, one FTP was transferred from Laboratory Services to Indirect Support. [Net Change: + 86.01 FTP]

OTHER ADJUSTMENTS: Transfers \$1,321,800 in General Funds from Medicaid, Self-Reliance, and Laboratory Services; receipts are adjusted downward to bring expenses in line with available collections; and federal funds are increased on a one-time basis due to increased match on carryover and program transfers for the purpose of developing a new Case Management Information System (CAMIS) on prior authorization, care management, and Medicaid eligibility functions.

Agency Request	86.01	1,321,800	(665,100)	12,611,700	13,268,400
Governor's Recommendation	86.01	1,321,800	(665,100)	12,611,700	13,268,400

FY 2004 Estimated Expenditures					
Agency Request	297.83	17,692,100	2,796,400	35,292,700	55,781,200
Governor's Recommendation	297.83	17,692,100	2,796,400	35,292,700	55,781,200

Removal of One-Time Expenditures

Remove funding provided for one-time items.

Agency Request	0.00	0	(2,295,100)	(12,611,700)	(14,906,800)
Governor's Recommendation	0.00	0	(2,295,100)	(12,611,700)	(14,906,800)

Base Adjustments

Transfers funding back to Medicaid and the Self-Reliance programs that was used to develop a new Case Management Information System.

Agency Request	0.00	(1,300,000)	0	0	(1,300,000)
Governor's Recommendation	0.00	(1,300,000)	0	0	(1,300,000)

FY 2005 Base					
Agency Request	297.83	16,392,100	501,300	22,681,000	39,574,400
Governor's Recommendation	297.83	16,392,100	501,300	22,681,000	39,574,400

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from \$5,548 to \$6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	218,600	0	178,900	397,500
Governor's Recommendation	0.00	218,600	0	178,900	397,500
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	235,200	0	192,400	427,600
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Includes \$146,900 (\$73,500 General Fund) for seven replacement vehicles, and \$81,200 (\$44,700 General Fund) for miscellaneous computer equipment.					
Agency Request	0.00	118,200	0	109,900	228,100
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Nonstandard Adjustments					
Includes increases of \$117,100 (\$64,400 General Fund) in State Treasurer fees, \$24,800 (\$13,700 General Fund) in rent adjustments, and \$15,900 (Federal) in enhanced federal match due to a transfer from Laboratory Services; and reductions of \$462,500 (\$254,400 General Fund) in Attorney General fees, \$160,200 (\$88,100 General Fund) in State Controller fees, and \$86,600 (\$47,600 General Fund) in insurance cost adjustments.					
Agency Request	0.00	(312,000)	0	(239,500)	(551,500)
<i>The Governor recommends no adjustment to building space charges for state agencies.</i>					
Governor's Recommendation	0.00	(325,700)	0	(250,600)	(576,300)
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	87,400	0	71,400	158,800
<i>The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	176,900	0	144,500	321,400
FY 2005 Total					
Agency Request	297.83	16,739,500	501,300	22,994,100	40,234,900
Governor's Recommendation	297.83	16,461,900	501,300	22,753,800	39,717,000
Agency Request					
Change from Original App	86.01	369,200	(665,100)	313,100	17,200
% Change from Original App	40.6%	2.3%	(57.0%)	1.4%	0.0%
Governor's Recommendation					
Change from Original App	86.01	91,600	(665,100)	72,800	(500,700)
% Change from Original App	40.6%	0.6%	(57.0%)	0.3%	(1.2%)